

## Message Text

LIMITED OFFICIAL USE

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ACTION EB-08

INFO OCT-01 ARA-10 IO-13 ISO-00 AGRE-00 CEA-01 CIAE-00  
COME-00 DODE-00 FRB-03 H-01 INR-07 INT-05 L-03  
LAB-04 NSAE-00 NSC-05 PA-01 AID-05 SS-15 STR-04  
ITC-01 TRSE-00 PRS-01 SP-02 FEA-00 OMB-01  
NSCE-00 SSO-00 USIE-00 INRE-00 /091 W  
-----053484 091653Z /50

O R 091620Z AUG 77  
FM AMEMBASSY BRASILIA  
TO SECSTATE WASHDC IMMEDIATE 3174  
INFO AMCONSUL RIO DE JANEIRO  
USMISSION GENEVA

LIMITED OFFICIAL USE BRASILIA 6613

GENEVA FOR USDEL MTN

E.O. 11652: N/A  
TAGS: ETRD GATT BR  
SUBJECT: NOTIFICATION OF SERVICE RESTRAINTS IN THE MTN

REF: STATE 180222

1. FOLLOWING MESSAGE PREPARED BY CONGEN RIO. IT TREATS THE FOUR  
PROBLEM AREAS DESCRIBED PARAFOUR REFTEL.

A. COMPUTERIZED RESERVATION SYSTEM: DISCUSSIONS WITH  
PANAM REPRESENTATIVE IN RIO DE JANEIRO PLACE THIS COM-  
PLAINT IN CATEGORY OF MINOR INCONVENIENCE RATHER THAN  
SIGNIFICANT RESTRAINT. ALL AIRLINES ARE REQUIRED TO  
USE (AND PAY FOR) A COMPUTER CHECK-IN SYSTEM AT RIO'S  
NEW GALEAO INTERNATIONAL AIRPORT. PRIOR TO PASSENGER  
CHECK-IN, NAMES OF ALL PERSONS HOLDING RESERVATIONS  
MUST BE ENTERED IN THE COMPUTER. AS PASSENGERS CHECK IN,  
RESERVATIONS ARE CONFIRMED BY USING TERMINAL AT CHECK-  
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IN COUNTER. PANAM'S COMPLAINT IS THAT COMPUTER (IBM370)  
IS NOT BEING FULLY UTILIZED, I.E., FOR SEAT ASSIGNMENTS.  
EMBASSY RECOMMENDS THAT THIS NOT BE RAISED AT MTN.

B. DOMESTIC INSURANCE: BRAZILIAN LAW REQUIRES INSURANCE AND RE-  
INSURANCE TO BE PLACED LOCALLY. WHEN COVERAGE IS NOT  
AVAILABLE IN BRAZIL, IT MAY BE PLACED ABROAD BUT ONLY

THROUGH THE REINSURANCE INSTITUTE (IRBM). THIS RESTRAINT HAS APPARENTLY NOT INHIBITED US INSURERS. BRAZIL HOSTS NUMEROUS INSURERS WITH US OWNERSHIP AND, IN AT LEAST ONE CASE, A BRANCH-OFFICE OPERATION OF A US COMPANY. THE IMPACT OF THIS RESTRICTION APPEARS TO BE MINIMAL AND, THEREFORE, WE AGAIN RECOMMEND SUBJECT NOT BE RAISED AT MTN.

C. RESTRICTIONS ON FRANCHISE PURCHASING. WE HAVENOT YET BEEN ABLE TO CONFIRM DIRECTLY THIS ACTION BY THE GOB. HOWEVER, IN OVERALL CONTEXT OF GOB POLICIES REGARDING NATIONAL CONTENT OF INVESTMENT PROPOSALS, IMPORT SUBSTITUTION ETC., WE WOULD NOT BE SURPRISED TO LEARN OF GOB EFFORT OF THIS TYPE. THIS ISSUE COULD BE BEST RAISED IN BROADER CONTEXT OF OTHER GOB EFFORTS TO LIMIT OR REDUCE IMPORTS (E.G., PRIOR-DEPOSIT REQUIREMENT AND OTHER IMPORT RESTRAINTS). HOWEVER, ITS IMPACT DOES NOT WARRANT A SEPARATE REPRESENTATION.

D. BRAZILIAN MARINE INSURANCE REQUIRED ALL IMPORTS: WE HAVE VERIFIED THE EXISTENCE OF THIS RESTRAINT BUT, DUE TO TIME CONSTRAINTS, HAVE BEEN UNABLE TO DEVELOP SUFFICIENT INFORMATION ON THE IMPACT THIS REQUIREMENT HAS ON US TRADE WITH BRAZIL.

2. WE ARE NOT AWARE OF ANY OTHER SIGNIFICANT RESTRAINTS ON SERVICES WHICH SHOULD BE RAISED AT THE MTN.

RUSER

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NNN

## Message Attributes

**Automatic Decaptoning:** X  
**Capture Date:** 01-Jan-1994 12:00:00 am  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** INSURANCE, MARINE TRANSPORTATION, PROCUREMENT, TRADE CONTROLS, AIRLINES, COMPUTERS, INVESTMENTS, SUBSIDIARIES  
**Control Number:** n/a  
**Copy:** SINGLE  
**Sent Date:** 09-Aug-1977 12:00:00 am  
**Decapton Date:** 01-Jan-1960 12:00:00 am  
**Decapton Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 22 May 2009  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1977BRASIL06613  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** n/a  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Expiration:**  
**Film Number:** D770286-0439  
**Format:** TEL  
**From:** BRASILIA  
**Handling Restrictions:** n/a  
**Image Path:**  
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**Legacy Key:** link1977/newtext/t19770883/aaaacsey.tel  
**Line Count:** 86  
**Litigation Code IDs:**  
**Litigation Codes:**  
**Litigation History:**  
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**Message ID:** d800dd5f-c288-dd11-92da-001cc4696bcc  
**Office:** ACTION EB  
**Original Classification:** LIMITED OFFICIAL USE  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
**Previous Channel Indicators:** n/a  
**Previous Classification:** LIMITED OFFICIAL USE  
**Previous Handling Restrictions:** n/a  
**Reference:** 77 STATE 180222  
**Retention:** 0  
**Review Action:** RELEASED, APPROVED  
**Review Content Flags:**  
**Review Date:** 06-Dec-2004 12:00:00 am  
**Review Event:**  
**Review Exemptions:** n/a  
**Review Media Identifier:**  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**SAS ID:** 1667985  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** NOTIFICATION OF SERVICE RESTRAINTS IN THE MTN  
**TAGS:** ETRD, EAIR, EWWT, EINV, BR, GATT, MTN  
**To:** STATE  
**Type:** TE  
**vdkgwkey:** odbc://SAS/SAS.dbo.SAS\_Docs/d800dd5f-c288-dd11-92da-001cc4696bcc  
**Review Markings:**  
Margaret P. Grafeld  
Declassified/Released  
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22 May 2009  
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